

Hundredth Legislature - First Session - 2007 Introducer's Statement of Intent LB 620

Chairperson: Brad Ashford Committee: Judiciary

Date of Hearing: February 1, 2007

The following constitutes the reasons for this bill and the purposes which are sought to be accomplished thereby:

LB 620 provides that rather than a payor issuing **three** payments resulting in returned check charges or electronic payments not accepted to the State Disbursement Unit (Child Support Processing Center), the payor may now issue only **two** payments resulting in returned check charges or electronic payments not accepted, before the payor is required to pay all future payments by money order, cashier's check, or certified check.

Additionally, this bill designates a place for the fees collected for returned check charges to be remitted, which is the State Disbursement Unit (SDU) Cash Fund, created under this bill. It designates that the funds collected in the SDU Cash Fund shall be used to offset expenses incurred in the collection of child support bad debt.

The bill also mandates that the SDU must use automated procedures, electronic processes, and computer-driven technology to the maximum extent feasible, efficient, and economical for the collection and disbursement of support payments.

Finally, LB 620 provides that if an employer has more than fifty employees and has an employee with a child support order, then the employer shall remit their child support payments electronically.

Principal Introducer:	
	Senator Pete Pirsch